

FINANCE COMMITTEE

12-0258R

RESOLUTION RATIFYING RESOLUTION 12-0247 RELATING TO THE
ISSUANCE, SALE AND DELIVERY OF TAXABLE GENERAL
OBLIGATION AIRPORT IMPROVEMENT BONDS IN THE AMOUNT OF
\$7,650,000.

CITY PROPOSAL:

WHEREAS, on October 10, 2011, the city council unanimously passed Ordinance No. 10112 authorizing the issuance of general obligation airport improvement bonds in the maximum amount of \$7,650,000 upon terms and conditions to be provided by resolution of the city council; and

WHEREAS, on April 23, 2012, the city council unanimously passed Resolution 12-0209 authorizing the issuance and providing for the sale of the airport improvement bonds. The terms and conditions of the bonds provided that the city council would accept or reject the bond bids on May 10, 2012; and

WHEREAS, on May 10, 2012, the city received public competitive bids for the bonds with interest rates on the bids ranging from 2.6863% to 3.0113 %. Municipal rates are near all-time lows, but did creep up later on May 10.

NOW, THEREFORE, BE IT RESOLVED, by the city council of the city of Duluth, Minnesota that Resolution 12-0247 unanimously passed on May 10, 2012, relating to the issuance, sale and delivery of \$7,650,000 taxable general obligation airport improvement bonds, series 2012B; establishing the terms and form thereof; creating a bond fund therefor; and awarding the sale thereof; is hereby ratified.

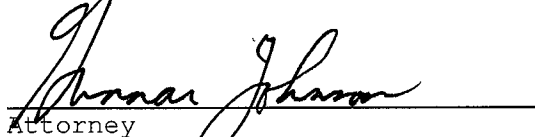
Approved:


Department Director

Approved for presentation to council:


Chief Administrative Officer

Approved as to form:


Attorney

Approved:


Auditor

FIN/ATTY JMC:cjk 5/11/2012

STATEMENT OF PURPOSE: To complete the bond sale process and receive the interest rates bid on May 10, 2012, for the airport construction project, the city council had to consider R 12-0247 on May 10, 2012. The council held an emergency meeting pursuant to the Minnesota Open Meeting Law, which allows for "emergency" meetings because of circumstances requiring immediate consideration by the public body. See M.S. 13D.04 subd. 3(e). Notice of the meeting was provided as soon as reasonably practicable, went to each news medium that has filed written notice to receive meeting notices, and was emailed to over 600 individuals, media outlets and organizations. The City Council held the meeting on May 10th at 5:15 p.m. and unanimously approved Resolution 12-0247. The purpose of this resolution is to ensure that the bid acceptance process is as open and transparent as possible and addressed in a meeting in which notice was provided pursuant to the regular process.